

Exhibit W

Sustainability Report 2006



About this report In BP we define 'sustainability' as the capacity to endure as a group: by renewing assets; creating and delivering better products and services that meet the evolving needs of society; attracting successive generations of employees; contributing to a sustainable environment; and retaining the trust and support of our customers, shareholders and the communities in which we operate.

Each year we aim to improve our sustainability reporting to reflect the concerns of our readers more closely and the priorities of the business more clearly.

This year, BP's performance on key sustainability issues related to our operations has been under intense scrutiny from governments, investors, civil society and the media. Our intention in producing this report has been to provide a clear and concise account of these issues and how we are responding to them. To achieve this, we have produced a shorter, more focused printed report, with heavier weighting to the chapter on responsible operations.

The printed report covers the issues that we have identified as most important for our audiences, while our online reporting covers a wider set of issues and reports on them in more depth.

A message from Ernst & Young

We have reviewed the contents of *BP Sustainability Report 2006* to provide assurance on the information reported. This work included testing relevant management information, interviewing BP management, reviewing external media sources and visiting a sample of locations. Our conclusions, which can be found on pages 46-47, have been prepared against the main principles of the AA1000 Assurance Standard: materiality, completeness and responsiveness. Several of our specific observations have also been included on relevant pages of this report.

A glossary of key terms and acronyms used in this report appears on page 48.

BP p.l.c. is the parent company of the BP group of companies. Unless otherwise stated, the text does not distinguish between the activities and operations of the parent company and those of its subsidiaries.

Cautionary statement

BP Sustainability Report 2006 contains certain forward-looking statements, particularly those relating to investments in US refineries, integrity management spending in Alaska, implementation and completion of certain safety and environmental-related measures, investments in alternative energy and local expenditure in Azerbaijan. By their nature, forward-looking statements involve risks and uncertainties because they relate to events and depend on circumstances that will or may occur in the future. Actual results may differ from those expressed in such statements depending on a variety of factors including future levels of industry product supply; demand and pricing; operational problems; general economic conditions; political stability and economic growth in relevant areas of the world; changes in laws and governmental regulations; exchange rate fluctuations; development and use of new technology; changes in public expectations and other changes in business conditions; the actions of competitors; natural disasters and adverse weather conditions; wars and acts of terrorism or sabotage; and other factors discussed elsewhere in this document and in *BP Annual Report and Accounts 2006*.

- 1 Group chief executive's introduction
- 3 Achievements and challenges
- 4 Industry in context
- 6 The way we work

8 Chapter 1: Responsible operations

- 9 Safety
- 10 The Texas City incident and initial responses
- 12 Improving process safety management
- 16 Operational integrity
- 18 Environmental management
- 22 Decommissioning and remediation
- 23 Security
- 24 Engaging with communities
- 26 Our people
- 30 Compliance and ethics

32 Chapter 2: BP and climate change

- 33 Climate change
- 34 Low-carbon power
- 36 Low-carbon transport

38 Chapter 3: BP and development

- 39 Our role in development
- 40 Promoting good governance
- 41 Enterprise development
- 42 Education
- 43 Energy for development

-
- 44 Five-year performance data
 - 45 Trends and interpretation
 - 46 Independent assurance statement to BP management
 - 48 Further information

Responsible operations



1



BP AND SAFETY – OUR JOURNEY

1997 BP establishes HSE framework – getting HSE right

1999-2005 Decline in BP's injury rates – injury frequency among the lowest in the industry

2004 Introduction of new group-wide driving safety standard

May-December 2005

BP publishes initial and final findings of internal investigation of Texas City incident

23 March 2005
Texas City refinery incident

2006 Group operations risk committee is formed

2006 Launch of group-wide safety and operations six-point plan

January 2007
Baker Panel report published

2007 Implementation of new operating management system begins

2007-2010 BP to invest an average of \$1.7 billion per year on integrity and reliability across US refineries

Safety

www.bp.com/safety

1.1

This section of the report reviews BP's 2006 performance with respect to safety. It focuses particularly on our response to the explosion and fire at the Texas City refinery in 2005 when 15 people lost their lives, an event that we regret deeply. This page provides an overview of activity in 2006, while the following pages explain our activities in more detail. Our approach has been to improve our existing process safety practices from the operational level upwards, not only prioritizing practical steps such as relocating staff and assessing plants for major accident risks but also working towards the long-term renewal of our safety systems and capabilities.

During 2006, we undertook specific investments and targeted programmes in response to the Texas City incident as well as building more comprehensive systems for managing process safety across the group.

We have always endeavoured to improve the quality of our operations and to mitigate the HSE risks associated with them, using a long-standing management system known as 'getting HSE right' (gHSEr). During 2006, we built on the learning from more recent incidents and industry best practice to develop a new operating management system (OMS) to achieve further improvements and reductions in risk. Our goals remain unchanged: no accidents, no harm to people and no damage to the environment.

The OMS is a comprehensive system that covers all aspects of our operations, including three dimensions of safety – personal safety, process safety and the environment. BP has a strong track record on the environment and personal safety, particularly the prevention of incidents such as falls and vehicle accidents, which may result in serious injuries and fatalities.

However, we recognize that we have more to do to achieve excellence in process safety, which includes preventing accidental releases of hazardous materials from industrial processes that can have catastrophic effects, such as fires, which may result in fatalities, injuries or environmental damage. This was one of the main findings of the BP US Refineries Independent Safety Review Panel under former US Secretary of State James A Baker, III, which reported in January 2007. The panel made 10 recommendations, all of which BP will implement, in areas ranging from leadership to performance indicators (*see page 11*).

During 2006, we continued with our programme of action at Texas City, expected to cost around \$1 billion over five years, and increased spending on integrity and reliability across our five US refineries (*see pages 12-13*).

Across BP, we have introduced a programme, known within the company as the six-point plan, covering such areas as major accident risk assessments, integrity and control of work standards and improving safety competencies (*see pages 12-13*). At the same time, we are building a stronger long-term system for managing process safety within the OMS, which brings together existing processes and supplements them where necessary. These actions are organized around three strategic themes: plant, process and people (*see pages 14-15*).

In the US, we expanded the responsibilities of the chairman and president of BP America Inc. to include monitoring of our US operations to ensure compliance with regulatory and company standards. We announced an external advisory board to provide advice on compliance, safety and regulatory affairs and appointed an independent ombudsperson to investigate concerns raised by employees and contractors in North America.

Our personal safety record in 2006

In total, there were seven workforce fatalities in the course of BP's operations during 2006. In 2005, there were 27 fatalities. We deeply regret the loss of these lives. The 2006 figure has fallen to the lowest level in nearly 20 years of reporting. This includes a reduction in driving-related fatalities, which were 14 in 2003, to two in 2006 after we implemented our driving safety standard. In 2006, our reported recordable injury frequency fell to 0.47 per 200,000 hours worked – the lowest in our recorded history.

Find out more: www.bp.com/personalsafety

Contact details and acknowledgements

Your feedback is important to us.
 You can email the Sustainability Reporting team at dbickerton@bp.com
 or send us your feedback online at www.bp.com/sustainabilityfeedback.
 You can also telephone +44 (0)20 7496 4000 or write to Brand and Group Communications at:
 BP p.l.c., 1 St James's Square, London SW1Y 4PD, UK.

Photography Blue Media, David Gold, Simon Kreitem, John Moore, Marc Morrison, Francois Robert.

The emissions produced as a result of the production and distribution of *BP Sustainability Report 2006* have been offset, in partnership with The CarbonNeutral Company, through ecological forestry projects in Dumfries and Galloway, Scotland, UK and in Chiapas, Mexico.

CarbonNeutral® publication



Paper *BP Sustainability Report 2006* is printed on FSC-certified Revive Uncoated Enhanced paper, which is manufactured from 100% de-inked post-consumer waste at a mill with ISO 14001 certification.

Design VSA Partners, Chicago

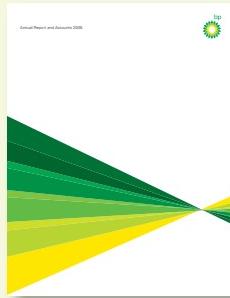
Typesetting Pauffley, London

Printing Beacon Press using its *pureprint*® environmental print technology. The electricity was generated from renewable sources and approximately 90% of the waste associated with this product will be recycled. Beacon Press is registered to environmental management system ISO 14001 and EMAS (Eco Management Audit Scheme). Beacon Press is a CarbonNeutral® company and has planted more than 3,000 trees to offset its carbon emissions.

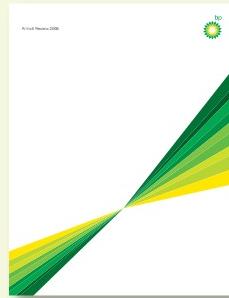
Date of previous report April 2006

© BP p.l.c. 2007

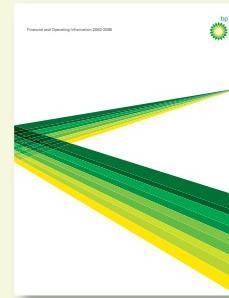
Publications



1



2



3



4

Further copies of *BP Sustainability Report 2006*, *BP Sustainability Report 2005* and other BP publications may be obtained, free of charge, from the following sources:

US and Canada
 BP Shareholder Services
 Toll-free: +1 800 638 5672
 Fax: +1 630 821 3456
shareholderus@bp.com

UK and Rest of World
 BP Distribution Services
 Telephone: +44 (0)870 241 3269
 Fax: +44 (0)870 240 5753
bpdistributionservices@bp.com

1 www.bp.com/annualreport
BP Annual Report and Accounts 2006 gives details of our financial and operating performance.

2 www.bp.com/annualreview
BP Annual Review 2006 summarizes our financial and operating performance.

3 www.bp.com/financialandoperating
BP Financial and Operating Information 2002-2006 includes five-year financial and operating data.

4 www.bp.com/statisticalreview
BP Statistical Review of World Energy, published in June each year, reports on key global energy trends.